

ANNUAL REPORT
OF THE
**DETROIT AND MACKINAC
RAILWAY COMPANY**

FOR THE FISCAL YEAR ENDED DECEMBER 31st

1945

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DETROIT AND MACKINAC RAILWAY COMPANY

DIRECTORS AND OFFICERS

BOARD OF DIRECTORS

CHARLES A. PINKERTONEast Tawas, Mich.
WALTER F. KEERSBrooklyn, N. Y.
STANLEY E. LAWFERAllentown, Pa.
TWO VACANCIES

OFFICERS

CHARLES A. PINKERTON,
President and General ManagerTawas City, Michigan
GEO. J. BERGEVIN,
Vice-President and AuditorTawas City, Michigan
N. W. SALSBERY,
Secretary and TreasurerTawas City, Michigan
R. W. HICKEY,
Purchasing AgentTawas City, Michigan
CARL R. HENRY,
General CounselAlpena, Michigan
J. F. LEVIN,
Traffic ManagerAlpena, Michigan

FISCAL AND TRANSFER AGENTS

J. P. Morgan & CompanyNew York, N. Y.

REGISTRAR OF STOCK

Central Hanover Bank and Trust CompanyNew York, N. Y.

ANNUAL MEETING

The last Tuesday in April is the date of Annual Meeting of Stockholders
General OfficeTawas City, Michigan

JOE C. TREPANIER
CERTIFIED PUBLIC ACCOUNTANT
LAFAYETTE BUILDING
DETROIT
26

Joe C. Trepanier, C. P. A.

February 14, 1946

Mr. George J. Bergevin,
Vice-President and Auditor,
Detroit and Mackinac Railway Company,
Tawas City, Michigan

Dear Sir:

We have examined the Balance Sheet of the Detroit and Mackinac Railway Company as at December 31, 1945, and the related statements of Income and Surplus for the year then ended; have reviewed the system of internal control and the accounting procedures of the company, and have examined or tested accounting records of the company and other supporting evidence by methods and to the extent we deemed appropriate.

In our opinion, the accompanying Balance Sheet and related statements of Income and Surplus present fairly the financial position of the Detroit and Mackinac Railway Company at December 31, 1945, and the results of its operations for the year then ended, in conformity with principles of accounting prescribed by the Interstate Commerce Commission.

Very truly yours,

JOE C. TREPANIER

Certified Public Accountant

DETROIT AND MACKINAC RAILWAY COMPANY

ANNUAL REPORT

Tawas City, Michigan
February 1, 1946

To the Stockholders of the Detroit and Mackinac Railway Company:

The Annual Report of the Board of Directors for the year ending December 31, 1945, is herewith submitted.

Total operating revenue was \$1,039,654.92, an increase of \$23,450.31. Freight revenue was \$833,680.38, an increase of \$47,367.70. Freight revenue increased during the last half of the year when industrial and defense transportation restrictions were removed. To meet the emergency of present and future increases in operating charges, your company requires additional revenue from higher freight rates and charges now under suspension by the Interstate Commerce Commission in Ex Parte 148.

Passenger revenue was \$110,827.93, a decrease of \$27,917.18. This revenue declined rapidly with the end of the war.

Operating expenses decreased \$13,898.24. Old freight equipment repaired at great expense was retired during the year, substantially reducing maintenance of equipment cost. Transportation expenses were higher as the result of the rising cost of fuel, material and labor.

A fair degree of maintenance of the property was carried on during the year. New 90-pound rail was laid in main track south of Omer for a distance of 1.42 track miles. Reconditioned 85-pound rail was laid in main track north of Alpena and on the Rogers City Branch for a distance of 1.43 track miles; 70-pound rail was laid on branches for a distance of 1.17 track miles, replacing rail of lighter weight.

Railway tax accruals were \$52,580.63, an increase of \$714.97. Equipment rentals were \$49,428.94, an increase of \$18,969.99, imposing a heavy burden on the revenues of your company.

For the loyalty and efficiency displayed by the officers and employees of the company during the year, the Board extends to them its sincere appreciation.

For the Board of Directors,

C. A. PINKERTON,
President

DETROIT AND MACKINAC RAILWAY COMPANY

Tawas City, Mich., Jan. 26, 1946

CHARLES A. PINKERTON, ESQ.,
President

Dear Sir:

I herewith submit statements of the General Accounts and tables showing the result of operations of the Detroit and Mackinac Railway Company for the fiscal year ended December 31st, 1945, as follows:

TABLE A—Condensed General Balance Sheet.

TABLE B—Income Account.

TABLE C—Particulars of Bonded Debt.

TABLE D—Comparative Financial Statement.

TABLE E—Revenues and Expenses by Years.

TABLE E-1—Net Revenue from Railway Operations and Tax Accruals by Years.

TABLE F—Details of Operating Expenses.

TABLE G—Mileage.

TABLE H—Classification of Freight Tonnage, 1944 and 1945.

TABLE I—Statistics for Years 1944 and 1945.

TABLE J—Equipment.

TABLE K—Yard Tracks, Sidings and Spurs built and taken up during year.

Respectfully,

GEORGE J. BERGEVIN,
Vice-President and Auditor

TABLE A

DETROIT AND MACKINAC RAILWAY COMPANY

CONDENSED GENERAL BALANCE SHEET AS OF DECEMBER 31, 1945, AND COMPARISON WITH
GENERAL BALANCE SHEET AS OF DECEMBER 31, 1944, SHOWING INCREASE OR DECREASE

ASSETS		Total	Increase	Decrease
	Items			
Investments:		\$6,976,219.24	\$ 14,231.86	\$ 2,493.11
Investment in Road and Equipment	\$6,948,333.29			1,267.28
Miscellaneous Physical Property	32,085.53			
Investment in Affiliated Companies	1,267.26			
Other Investments	1,344.92		1,344.92	
Donations and Grants—Credit	6,877.76			
Current Assets:		603,824.51		
Cash	219,965.81		64,011.50	
Temporary Cash Investments	60,000.00		\$5,000.00	
Special Deposits—J. P. Morgan Coupon Account ..	14,820.00		4,680.00	
Net Balances Receivable				
from Agents and Conductors	46,935.25		28,299.87	
Miscellaneous Accounts Receivable	28,643.61			19,923.19
Material and Supplies	216,670.45			11,899.06
Accrued Accounts Receivable	16,789.39		16,789.39	
Deferred Assets:		28,105.32		
Working Fund Advances	591.54			
Other Deferred Assets	27,513.78		25,313.78	
Unadjusted Debits:		2,182.02		
Rents and Insurance Premiums Paid in Advance ..	1,071.49			1,250.88
Other Unadjusted Debits	1,110.53			8,365.87
Total		\$7,610,331.09	\$114,471.93	

TABLE A—(Continued)

LIABILITIES		Total	Increase	Decrease
	Items			
Capital Stock:		\$2,950,000.00		
Common Stock	\$2,000,000.00			
Preferred Stock	950,000.00			
Long Term Debt:		2,181,000.00		
First Lien Bonds	\$1,375,000.00			
Held in Treasury	216,000.00			
Outstanding	1,159,000.00			
Mortgage Bonds	1,668,000.00			
Held in Treasury	646,000.00			
Outstanding	1,022,000.00	216,505.65	\$ 8,379.24	\$ 6,885.02
Current Liabilities:			\$ 11,949.12	
Traffic and Car Service Balances Payable	67,136.99		4,680.00	
Audited Accounts and Wages Payable	70,014.93			
Miscellaneous Accounts Payable	17,105.23			
Interest Matured Unpaid	14,820.00			
Unmatured Interest Accrued	7,270.00			
Accrued Accounts Payable	1,575.09		1,575.09	
Accrued Tax Liabilities	30,818.01			
Other Current Liabilities	7,765.40		5,775.52	7,411.74
Deferred Liabilities:		27,108.80		
Matured Interest in Default	20,440.00			
Other Deferred Liabilities	6,668.80		4,108.80	
Unadjusted Credits:		977,938.03		
Accrued Depreciation—Road	203,593.19		32,413.25	
Accrued Depreciation—Equipment	746,416.05			
Other Unadjusted Credits	27,928.79		17,041.01	
Corporate Surplus:		1,257,778.61		
Appropriated Surplus	1,850,448.40			
Earned Surplus—Debit Balance	592,669.79			
Total		\$7,610,331.09	190,563.36	\$114,471.93
			147,716.70	

TABLE B

DETROIT AND MACKINAC RAILWAY COMPANY

INCOME ACCOUNT, DECEMBER 31, 1945, COMPARED WITH FISCAL YEAR ENDED DECEMBER 31, 1944

	1945	1944	Increase	Decrease
Freight	\$ 833,680.38	\$ 786,312.68	\$47,367.70	
Passenger	110,827.93	138,745.11		\$27,917.18
Excess Baggage	42.67	21.46	21.21	
Mail	41,202.98	40,594.61	608.37	
Express	20,295.71	23,861.03		3,565.32
Other Passenger Train	785.52	713.82	71.70	
Milk	7,667.22	8,338.45		671.23
Switching	10,224.50	5,232.20	4,992.30	
Station, Train and Boat Privileges	146.44	170.63		24.19
Parcel Room	2.00	4.15		2.15
Storage—Freight	240.28	169.40	70.88	
Demurrage	7,112.46	5,294.04	1,818.42	
Telegraph and Telephone	72.12	61.89	10.23	
Rents of Buildings and Other Property	5,702.76	5,449.42	253.34	
Miscellaneous	1,640.62	1,205.28	435.34	
Joint Facility—Cr.	11.33	30.44		19.11
Total Operating Revenues	\$1,039,654.92	\$1,016,204.61	\$23,450.31	
OPERATING EXPENSES				
Maintenance of Way and Structures	\$ 217,438.29	\$ 218,350.27		\$ 911.98
Maintenance of Equipment	189,786.19	210,797.22		21,011.03

TABLE B—(Continued)

	1945	1944	Increase	Decrease
Traffic				
Transportation—Rail Line	\$ 9,003.57	\$ 9,876.79		\$ 873.22
General	392,072.63	383,181.26	\$ 8,891.37	
	47,094.78	47,088.16	6.62	
Total Operating Expenses	<u>\$855,395.46</u>	<u>\$869,293.70</u>		<u>\$13,898.24</u>
Net Operating Revenue	\$184,259.46	\$146,910.91	\$37,348.55	
Railway Tax Accruals	52,580.63	51,865.66	714.97	
Railway Operating Income	<u>\$131,678.83</u>	<u>\$ 95,045.25</u>	<u>\$36,633.58</u>	
Income from Lease of Road and Equipment	\$ 1,543.11	\$ 1,578.62		\$ 35.51
Miscellaneous Rent Income	3,122.81	2,328.47	794.34	
Miscellaneous Non-Operating Physical Property	570.64	1,044.65		474.01
Income from Unfunded Securities and Accounts	93.80	11.67	82.13	
Miscellaneous Income	210.00	150.00	60.00	
Equipment Rents	† 49,428.94	† 30,458.05		18,969.99
Joint Facility Rents	579.54	679.85		100.31
Total Income	<u>\$ 88,369.79</u>	<u>\$ 70,379.56</u>	<u>\$17,990.23</u>	
Miscellaneous Rents	\$ 35.00	\$ 35.00		
Miscellaneous Tax Accruals	731.57	952.60		\$ 221.03
Interest on Funded Debt	87,240.00	87,240.00		
Interest on Unfunded Debt	15.33	1.55	13.78	
Miscellaneous Income Charges	2,719.40	1,589.80	1,129.60	
Income Balance Transferred to Profit and Loss	<u>*\$ 2,371.51</u>	<u>*\$ 19,439.39</u>	<u>\$17,067.88</u>	

†Debit *Deficit

TABLE B—(Continued)

DETROIT AND MACKINAC RAILWAY COMPANY

PROFIT AND LOSS ACCOUNT

Debit Balance, January 1, 1945	\$783,233.15	
Debit Balance Transferred from Income	2,371.51	
Miscellaneous Credits		\$192,938.29
Miscellaneous Debits	3.42	
Debit Balance Carried to Balance Sheet		592,669.79
	<u>\$785,608.08</u>	<u>\$785,608.08</u>

TABLE C

PARTICULARS OF BONDED DEBT

Class of Bonds	Amount Outstanding	INTEREST		Interest Accrued During Year	Principal Due
		Rate	When Payable		
First Lien	\$1,159,000.00	4%	June and December	\$46,360.00	June 1, 1995
Mort.	1,022,000.00	4%	June and December	40,880.00	June 1, 1995
	<u>\$2,181,000.00</u>			<u>\$87,240.00</u>	

TABLE D

DETROIT AND MACKINAC RAILWAY COMPANY

COMPARATIVE FINANCIAL STATEMENT

CURRENT ASSETS	Dec. 31, 1943	Dec. 31, 1944	Dec. 31, 1945
Cash	\$ 154,387.50	\$ 155,954.31	\$ 219,965.81
Special Funds	10,640.00	65,140.00	74,820.00
Due from Station Agents and Others	126,718.08	67,202.18	92,368.25
Material and Supplies	209,582.70	228,569.51	216,670.45
Prepaid and Deferred Charges	5,640.79	5,113.91	29,176.81
Other Unadjusted Debits	30,516.25	9,476.40	1,110.53
Totals	\$ 537,485.32	\$ 531,456.31	\$ 634,111.85

LESS CURRENT LIABILITIES

Audited Vouchers and Pay Rolls	\$ 46,233.58	\$ 61,635.69	\$ 70,014.93
Accrued Taxes, Interest and Traffic Balances	229,703.38	159,807.75	173,599.52
Totals	\$ 275,936.96	\$ 221,443.44	\$ 243,614.45
Net Assets	\$ 261,548.36	\$ 310,012.87	\$ 390,497.40

CAPITAL ASSETS

Cost of Road	\$5,802,789.08	\$5,886,795.42	\$5,892,235.16
Cost of Equipment	1,049,683.48	1,047,306.01	1,056,098.13
Miscellaneous Physical Property	40,880.06	34,578.64	32,085.53
Investments in Affiliated Companies	2,816.16	2,534.54	1,267.26
Other Investments			1,344.92
Totals	\$6,896,168.78	\$6,971,214.61	\$6,983,031.00

REPRESENTING

Bonds Issued—First Lien	\$1,159,000.00	\$1,159,000.00	\$1,159,000.00
Bonds Issued—Mortgage	1,022,000.00	1,022,000.00	1,022,000.00
Stock Issued—Common	2,000,000.00	2,000,000.00	2,000,000.00
Stock Issued—Preferred	950,000.00	950,000.00	950,000.00
Reserves	1,002,779.00	1,065,312.69	950,009.24
Grants in Aid of Construction	6,811.76	6,811.76	6,811.76
Other Unadjusted Credits	6,457.15	10,887.78	27,928.79
Appropriated Surplus	1,850,448.40	1,850,448.40	1,850,448.40
Earned Surplus	* 839,779.17	* 783,233.15	* 592,669.79
Totals	\$7,157,717.14	\$7,281,227.48	\$7,373,528.40

*Deficit

TABLE E

DETROIT AND MACKINAC RAILWAY COMPANY

REVENUES AND EXPENSES BY YEARS

REVENUES	1941 Amount	Per Cent	1942 Amount	Per Cent	1943 Amount	Per Cent	1944 Amount	Per Cent	1945 Amount	Per Cent
Freight	\$723,024.72	85.50	\$1,003,887.30	84.39	\$716,129.35	73.39	\$ 786,312.68	77.38	\$ 833,680.38	80.19
Passenger	27,976.42	3.31	56,958.81	4.79	151,294.97	15.51	138,745.11	13.65	110,827.93	10.68
Mail	43,052.76	5.09	42,545.95	3.58	42,085.43	4.32	40,594.61	4.00	41,202.98	3.94
Express	12,411.15	1.47	18,403.01	1.55	23,095.24	2.37	23,861.03	2.35	20,295.71	1.92
Milk	7,326.17	.87	8,368.03	.70	7,994.71	.82	8,338.45	.81	7,667.22	.77
Other Sources	31,768.04	3.76	59,315.94	4.99	35,112.11	3.59	18,352.73	1.81	25,980.70	2.50
Total	\$845,559.26	100%	\$1,189,479.04	100%	\$975,711.81	100%	\$1,016,204.61	100%	\$1,039,654.92	100%
EXPENSES										
Maintenance of Way and Structures	\$146,977.75	22.85	\$ 171,335.61	23.53	\$326,038.15	34.96	\$ 218,350.27	25.12	\$ 217,438.29	25.38
Maintenance Equipment	134,316.46	20.88	163,681.64	22.48	199,064.18	21.34	210,797.22	24.25	189,786.19	22.23
Traffic	10,285.54	1.60	8,825.45	1.21	10,194.74	1.10	9,876.79	1.14	9,003.57	1.05
Transportation	313,357.26	48.71	345,188.18	47.39	352,043.61	37.74	383,181.26	44.08	392,072.63	45.85
Miscellaneous Operations	43.51	.01								
General	39,956.76	6.21	39,284.08	5.39	45,309.14	4.86	47,088.16	5.41	47,094.78	5.49
Transportation for Investment—Cr.	1,644.93	.26								
Total	\$643,292.35	100%	\$ 728,314.96	100%	\$932,649.82	100%	\$ 869,293.70	100%	\$ 855,395.46	100%
Net Earnings	\$202,266.91	23.92	461,164.08	38.77	\$ 43,061.99	4.42	\$ 146,910.91	14.45	\$ 184,259.46	17.69
Taxes	41,775.56	4.94	53,262.32	4.48	80,802.63	8.28	51,865.66	5.10	52,580.63	5.00
Net Earnings, less Taxes	\$160,491.35	18.98	\$ 407,901.76	34.29	*\$ 37,740.64	*3.86	\$ 95,045.25	9.35	\$ 131,678.83	12.69

*Deficit

TABLE E-1

DETROIT AND MACKINAC RAILWAY COMPANY

RAILWAY OPERATING REVENUES, EXPENSES AND TAX ACCRUALS BY YEARS

Year	Revenues	Expenses	Net Revenue	Railway Tax Accruals	Net Revenue Less Tax Accruals
1934	.....\$ 632,904.36	\$514,332.73	\$118,571.63	*\$ 1,733.27	\$116,838.36
1935	..... 654,505.91	548,623.57	105,882.34	15,247.76	90,634.58
1936	..... 803,484.39	605,305.79	198,178.60	21,118.51	177,060.09
1937	..... 885,445.46	694,643.86	190,801.60	35,134.67	155,666.93
1938	..... 877,856.23	630,599.65	247,256.58	34,889.55	212,367.03
1939	..... 876,809.06	643,663.46	233,145.60	43,708.16	189,437.44
1940	..... 849,680.71	623,629.04	226,051.67	41,753.93	184,297.74
1941	..... 845,559.26	643,292.35	202,266.91	41,775.56	160,491.35
1942	..... 1,189,479.04	728,314.96	461,164.08	53,262.32	407,901.76
1943	..... 975,711.81	932,649.82	43,061.99	† 80,802.63	† 37,740.64
1944	..... 1,016,204.61	869,293.70	146,910.91	51,865.66	95,045.25
1945	..... 1,039,654.92	855,395.46	184,259.46	52,580.63	131,678.83

*Includes \$26,714.43 Credit Adjustment

†Includes \$25,103.00 Debit Adjustment 1942 Income Tax

†Deficit

TABLE F

DETROIT AND MACKINAC RAILWAY COMPANY

OPERATING EXPENSES

1945 COMPARED WITH 1944

MAINTENANCE OF WAY AND STRUCTURES

	Amount	Increase	Decrease
Superintendence	\$ 17,750.29	\$ 698.26	
Roadway Maintenance	13,769.87		\$1,482.87
Bridges, Trestles, and Culverts	1,057.48		1,404.49
Ties	28,380.92		2,027.90
Rails	4,056.86		895.48
Other Track Material	4,639.97		1,243.50
Ballast	473.12		1,239.20
Track Laying and Surfacing	76,550.91		8,213.40
Fences, Snowsheds, and Signs	2,783.76	775.17	
Station and Office Buildings	4,377.43	1,883.52	
Roadway Buildings	1,155.60	809.46	
Water Stations	593.32		671.82
Fuel Stations	983.08	56.99	
Shops and Enginehouses	3,253.26		1,113.18
Telegraph and Telephone Lines	1,915.96	1,205.69	
Signals and Interlockers	261.99	176.20	
Miscellaneous Structures	6.93	6.93	
Road Property—Depreciation	32,051.30	199.07	
Roadway Machines	2,560.36	290.70	
Dismantling Retired Road Property	148.33	116.61	
Small Tools and Supplies	2,722.70	532.29	
Removing Snow, Ice and Sand	7,514.20	3,455.49	
Public Improvements, Maintenance	624.38		301.93
Injuries to Persons	8,301.29	7,734.54	
Insurance	833.52		225.17
Stationery and Printing	308.94	106.50	
Other Expenses	108.82	94.60	
Maintaining Joint Tracks, Yards and Other Facilities—Dr.	980.88		215.55
Maintaining Joint Tracks, Yards and Other Facilities—Cr.	767.50	11.73	
Retirements—Road	40.32		7.78
Total	\$217,438.29		\$ 911.98

TABLE F—(Continued)

MAINTENANCE OF EQUIPMENT

	Amount	Increase	Decrease
Superintendence	\$ 23,496.25	\$2,321.72	
Shop Machinery	1,098.69		\$ 1,002.70
Power Plant Machinery	1,249.94	996.41	
Power Plant Machinery—Depreciation ...	3,587.88	66.30	
Steam Locomotives—Repairs	64,475.01		557.15
Other Locomotives—Repairs	89.69	65.02	
Freight-train Cars—Repairs	32,563.71		15,816.10
Passenger-train Cars—Repairs	30,136.44		5,427.01
Work Equipment—Repairs	4,001.22	1,736.05	
Miscellaneous Equipment—Repairs	430.01		345.52
Equipment—Retirements	2.11		308.13
Equipment—Depreciation	27,283.30		2,908.52
Injuries to Persons	672.87	349.86	
Insurance	465.42	18.80	
Stationery and Printing	409.56	122.74	
Other Expenses	184.98		302.63
Maintaining Joint Equipment—Dr.	65.17	58.34	
Maintaining Joint Equipment—Cr.	426.06	78.51	
Total	\$189,786.19		\$21,011.03

TRAFFIC

Superintendence	\$ 5,381.46		\$ 863.90
Advertising	402.11	\$ 78.64	
Traffic Associations	1,071.24		227.56
Insurance	37.42		
Stationery and Printing	2,111.34	139.60	
Total	\$ 9,003.57		\$ 873.22

TRANSPORTATION—RAIL LINE

Superintendence	\$ 21,581.50	\$ 420.10	
Dispatching Trains	4,506.52		\$ 678.55
Station Employees	61,610.55		2,220.21
Weighing, Inspection and Demurrage Bureaus	384.53		46.38
Station Supplies and Expenses	3,604.80	111.89	
Yardmaster and Yard Clerks	6,184.29		21.48
Yard Conductors and Brakemen	17,555.42	45.61	
Yard Enginemen	11,335.44	869.01	
Yard Switching Fuel	11,520.92	902.69	
Water for Yard Locomotives	580.74	113.19	
Lubricants for Yard Locomotives	380.97	51.91	
Other Supplies for Yard Locomotives	179.36	79.79	
Enginehouse Expenses—Yard	7,433.57	525.99	
Yard Supplies and Expenses	765.37		40.06

TABLE F—(Continued)

	Amount	Increase	Decrease
Train Enginemen	\$ 37,145.83		\$ 3,324.01
Train Motormen	7,060.95	\$1,568.13	
Train Fuel	77,027.60	6,215.49	
Water for Train Locomotives	2,363.86	309.23	
Lubricants for Train Locomotives	2,050.54	302.33	
Other Supplies for Train Locomotives	1,061.16	446.52	
Enginehouse Expenses—Train	33,587.67	363.21	
Trainmen	51,644.56		677.81
Train Supplies and Expenses	13,909.60	975.47	
Signal and Interlocker Operation	225.69		65.50
Drawbridge Operation	4,421.49	223.33	
Telegraph and Telephone Operation	3,542.87		45.68
Stationery and Printing	3,057.77	507.40	
Other Expenses	2,814.17	574.48	
Insurance	351.06		5.00
Clearing Wrecks	32.18		553.46
Damage to Property	50.00		2.55
Damage to Live Stock on Right of Way ...	193.95		281.31
Loss and Damage—Freight	5,710.84	2,341.91	
Loss and Damage—Baggage	12.19	12.19	
Injuries to Persons	1,155.05		57.59
Operating Joint Yards and Terminals—Dr.	6,876.74	453.49	
Operating Joint Yards and Terminals—Cr.	8,022.84	125.28	
Operating Joint Tracks and Facilities—Dr.	575.17	24.83	
Operating Joint Tracks and Facilities—Cr.	2,399.45	401.95	
Total	\$392,072.63	\$8,891.37	

GENERAL

Salaries and Expenses of General Officers	\$ 12,993.89	\$ 507.52	
Salaries and Expenses of Clerks and Attendants	24,925.23		\$ 367.18
General Office Supplies and Expenses	578.34	111.41	
Law Expenses	3,815.70	238.62	
Insurance	122.86	1.85	
Pensions	736.73	167.75	
Stationery and Printing	2,223.30		42.48
Other Expenses	1,698.73		610.87
Total	\$ 47,094.78	\$ 6.62	

SUMMARY

Maintenance of Way and Structures	\$217,438.29		\$ 911.98
Maintenance of Equipment	189,786.19		21,011.03
Traffic	9,003.57		873.22
Transportation—Rail Line	392,072.63	\$8,891.37	
General	47,094.78	6.62	
Total Operating Expenses	\$855,395.46		\$13,898.24

TABLE G

DETROIT AND MACKINAC RAILWAY COMPANY

STATEMENT OF MILEAGE, DECEMBER 31, 1945

MAIN LINE

North Bay City to Cheboygan	195.10
One-half Undivided Ownership—Foss to North Bay City .....	.26

BRANCHES

Omer to Au Gres	7.95
Alabaster Junction to Alabaster	4.27
Hillman Junction to Emerson	10.38
Rogers City Junction to Rogers City	14.33
Total	36.93
Total Main Line and Branches	232.29
Yard Tracks and Sidings	56.78
Total, all Tracks (miles)	289.07

TABLE H

DETROIT AND MACKINAC RAILWAY COMPANY

CLASSIFICATION OF FREIGHT TONNAGE

Products of Agriculture:	1945 Tons	Per Cent	1944 Tons	Per Cent
Grain	3,298	.1	4,887	.8
Flour	2,799	.1	2,216	.4
Other Mill Products	108		60	
Hay and Straw	4,185	1.0	6,691	1.1
Potatoes	22,916	3.5	31,265	5.0
Fruits and Vegetables	4,402	1.0	6,208	1.0
Sugar Beets	5,463	1.0	6,853	1.1
Other Products of Agriculture	1,414	.1	1,425	.2
Totals	44,585	6.8	59,605	9.6

TABLE H—(Continued)

Animals and Products:	1945 Tons	Per Cent	1944 Tons	Per Cent
Livestock	2,693	.4	2,846	.5
Wool	110		265	
Hides and Leather	3,113	.5	2,851	.5
Other Animals and Products	348	.1	615	.1
Totals	6,264	1.0	6,577	1.1
Products of Mines:				
Anthracite Coal	738	.1	1,101	.2
Bituminous Coal	50,140	7.6	38,827	6.3
Coke	2,645	.4	1,860	.3
Clay, Gravel, Sand and Stone	256,206	39.2	227,548	36.6
Other Products of Mines	2,222	.4	2,390	.4
Totals	311,951	47.7	271,726	43.8
Products of Forests:				
Lumber, Shingles and Lath	11,098	1.6	14,432	2.3
Pulp Wood	41,628	6.3	72,711	11.7
Other Products of Forests	5,231	1.0	5,214	.8
Totals	57,957	8.9	92,357	14.8
Manufactures and Miscellaneous:				
Refined Petroleum and its Products	16,565	2.5	7,805	1.3
Sugar	334		551	.1
Rails and Fastenings	452	.1	868	.1
Bar and Sheet Iron, Structural Iron, and Iron Pipe	5,786	1.0	5,190	.8
Castings, Machinery and Boilers	5,169	1.0	4,956	.8
Cement	12,490	1.7	2,030	.3
Brick and Artificial Stone	2,954	.4	1,460	.2
Lime and Plaster	26,543	4.0	11,499	1.9
Building Paper and Prepared Roofing Material	3,662	.5	4,113	.7
Beverages	381		302	.1
Fertilizers (all kinds)	6,021	1.0	4,623	.7
Newsprint and Printing Paper	17,770	2.7	18,306	2.9
Canned Goods (all canned food products)	524	.1	629	.1
Paper Bags and Wrapping Paper	418	.1	1,237	.2
Paperboard, Pulpboard and Wallboard	5,188	1.0	5,276	.9
Other Manufactures and Miscellaneous	115,389	17.6	111,454	18.0
Totals	219,646	33.7	180,299	29.1
All L. C. L. Freight	12,560	1.9	10,081	1.6
Grand Total, Carload and L. C. L. Traffic	652,963	100%	620,645	100%

TABLE I
DETROIT AND MACKINAC RAILWAY COMPANY
FREIGHT STATISTICS

	1945	1944
Number tons revenue freight carried	652,963	620,645
Number tons non-revenue freight carried ...	23,531	27,419
Total number tons of freight carried	676,494	648,064
Number revenue tons carried one mile	51,466,000	48,039,000
Number all tons carried one mile	53,274,000	50,063,000
Number revenue tons carried one mile, per mile of road	223,765	208,865
Number tons all freight carried one mile, per mile of road	231,621	217,665
Average distance haul of one ton revenue freight (miles)	78.70	77.40
Average distance haul of one ton all freight (miles)	79.10	80.66
Total Freight Revenue	\$ 833,680.38	\$ 786,312.68
Average amount received for each ton of freight	1.2766	1.2669
Average receipts, per ton, per mile .....	.01620	.01637
Freight revenue, per mile of road	3,624.70	3,418.75
Freight revenue, per train mile	7.50	7.65
Average number of revenue tons, per train mile	587.54	603.99
Average number of all tons, per train mile ..	608.71	630.67
Average number of all tons, per loaded car mile	27.8	27.3
Average number of cars, per train mile	26.5	27.9

PASSENGER STATISTICS

Number of passengers carried	67,473	81,111
Number of passengers carried one mile	5,334,100	6,583,800
Number of passengers carried one mile, per mile of road	25,279	28,625
Average distance each passenger carried (miles)	79.10	81.16
Passenger revenue	\$ 110,827.93	\$ 138,745.11
Average amount received from each passenger	1.64	1.71
Average receipts, per passenger, per mile ....	.0208	.0211
Total passenger train earnings	\$ 180,822.00	\$ 212,274.00
Passenger earnings, per mile of road	787.05	922.93
Passenger earnings, per train mile .....	.87	.99
Average number of passengers, per train mile	25.7	30.5

OPERATING STATISTICS

Gross revenue from operation	\$1,039,654.92	\$1,016,204.61
Gross revenue from operation, per mile of road	4,520.24	4,418.28
Operating expenses	855,395.46	869,293.70
Operating expenses, per mile of road	3,719.11	3,779.51
Operating expenses, per train mile	2.68	2.73
Net Operating Revenue	184,259.46	146,910.91
Net operating revenue, per mile of road	801.12	638.74
Ratio of expenses to earnings	82.27	85.54

TABLE J

DETROIT AND MACKINAC RAILWAY COMPANY

EQUIPMENT

Locomotives:	1944	1945
Passenger	5	5
Freight	9	9
Switching	5	6
Totals	19	20
Passenger Cars:		
Coaches	3	3
Cafe	1	1
Parlor	1	1
Gas Electric Combination Passenger, Baggage and Mail	2	2
Combination Passenger and Baggage	2	3
Combination Baggage and Mail	2	2
Baggage and Express Cars	15	15
Express Refrigerators	9	9
Totals	35	36
Freight Cars:		
Box	194	194
Flat	39	39
Coal Cars	58	58
Refrigerators	1	1
Caboose Cars	9	9
Totals	301	301
In Company's Service:		
Officers	1	1
Ballast	3	3
Derrick Cars	1	1
Flangers	11	11
Jorden Spreader	1	1
Industrial Crane	1	1
Other Road Cars	67	66
Totals	85	84
Summary:		
Total Number of Locomotives Owned	19	20
Total Number of Cars Owned	421	421

TABLE K

DETROIT AND MACKINAC RAILWAY COMPANY

STATEMENT OF TRACKS BUILT AND TAKEN UP DURING YEAR 1945

TRACKS BUILT

Track Order	YARD TRACKS, SIDINGS, AND SPURS	Location	Feet
2047	Track No. 49	Alpena	12
2050	Track No. 4B	North Bay City	70
Total			82

TRACKS TAKEN UP

Track Order	YARD TRACKS, SIDINGS, AND SPURS	Location	Feet
2045	Track No. 49	Linwood	15
2054	Track No. 25	Tawas Shops	48
Total			63

SUMMARY

	Miles
Tracks Built .....	.016
Tracks Taken Up .....	.012
Net Increase .....	.004

